Washington State Health Care Authority

Health Reform Update

Transforming Care 2013

January 8, 2013

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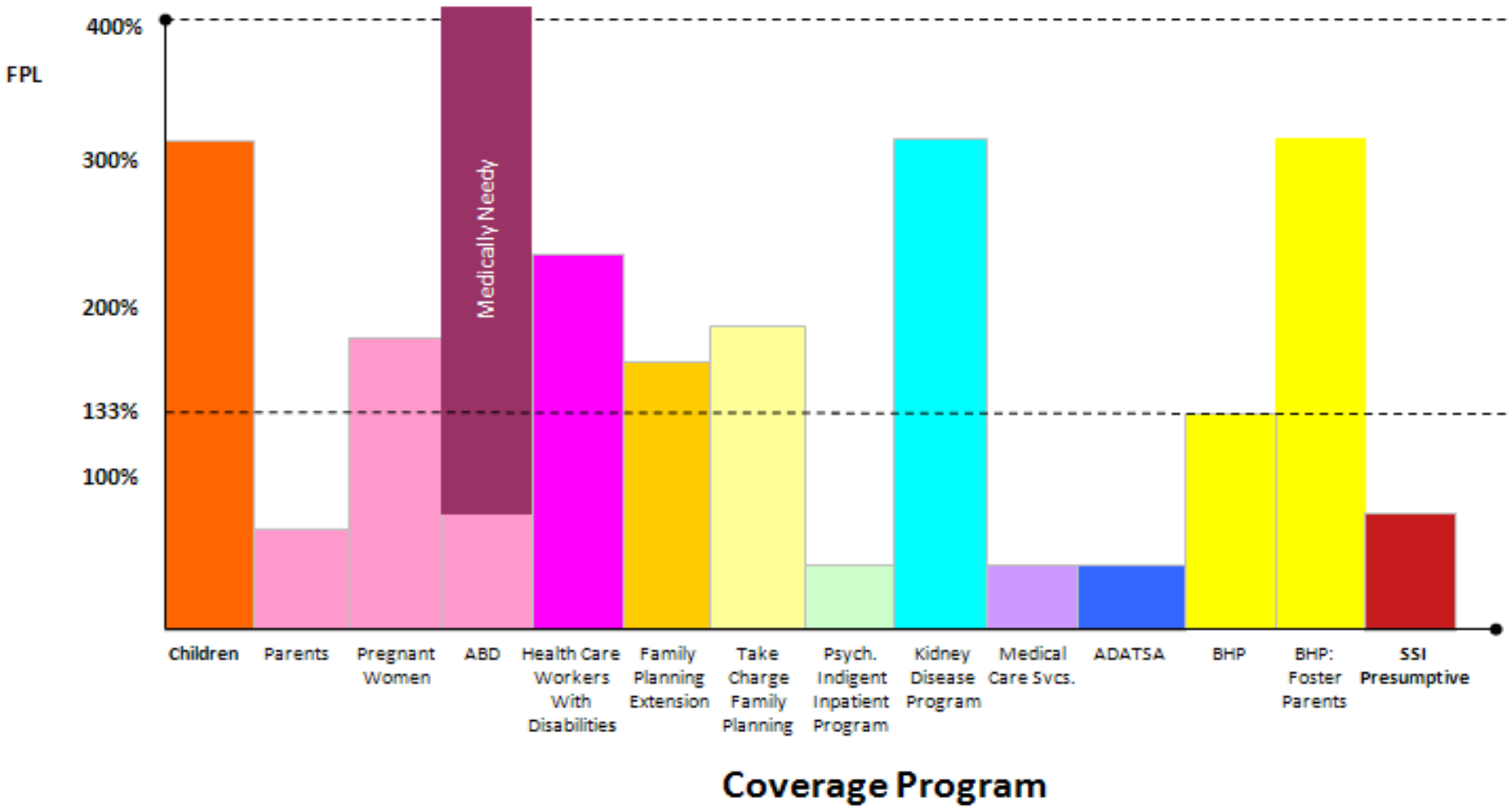
The ACA Opportunity

Today's Washington State Landscape



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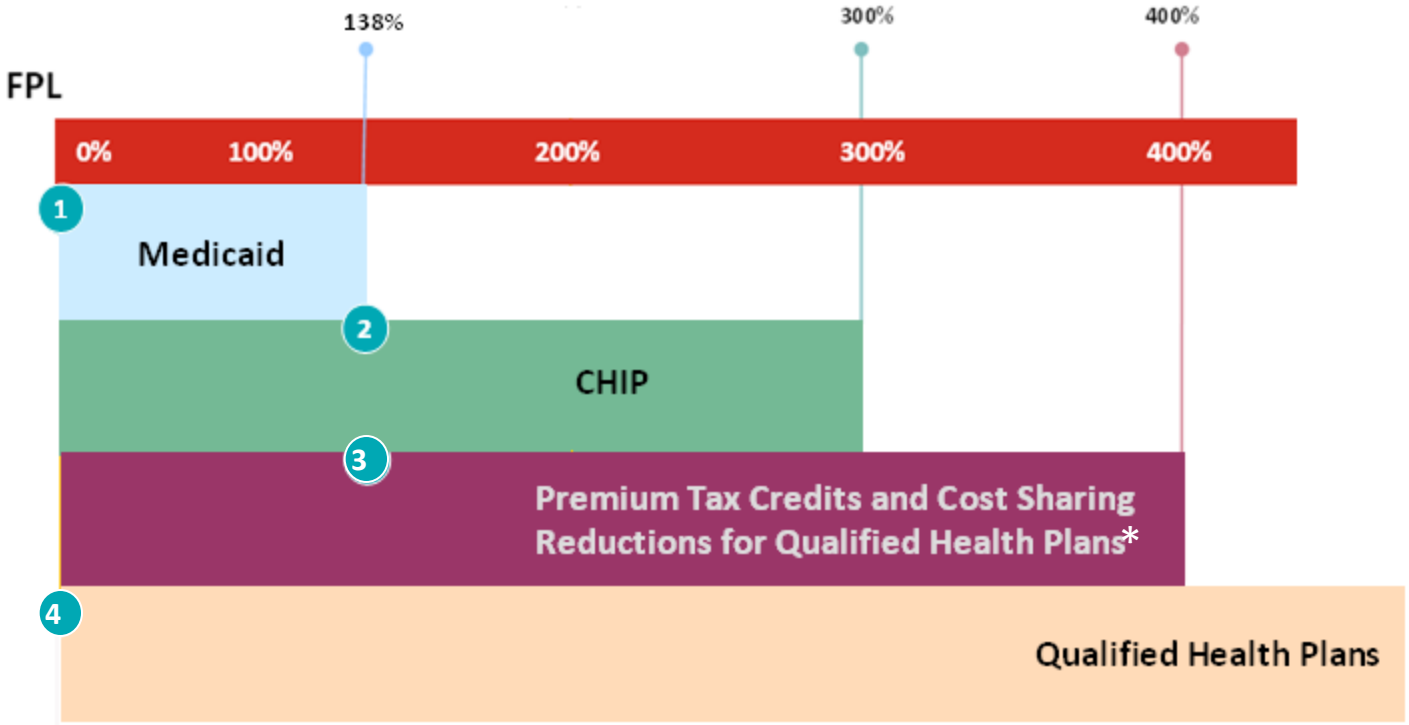
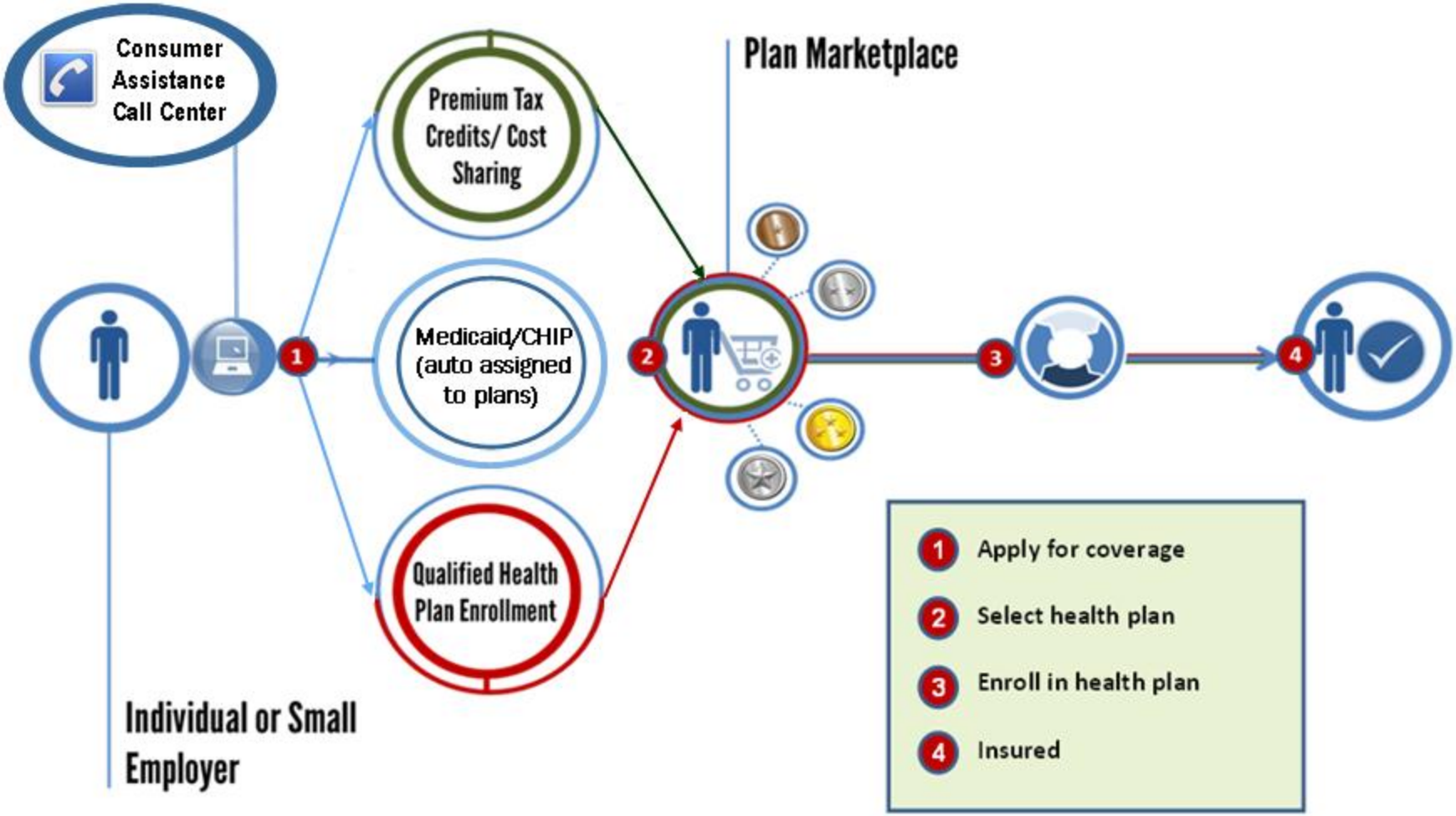
2014 ACA Continuum of "Insurance Affordability Programs"

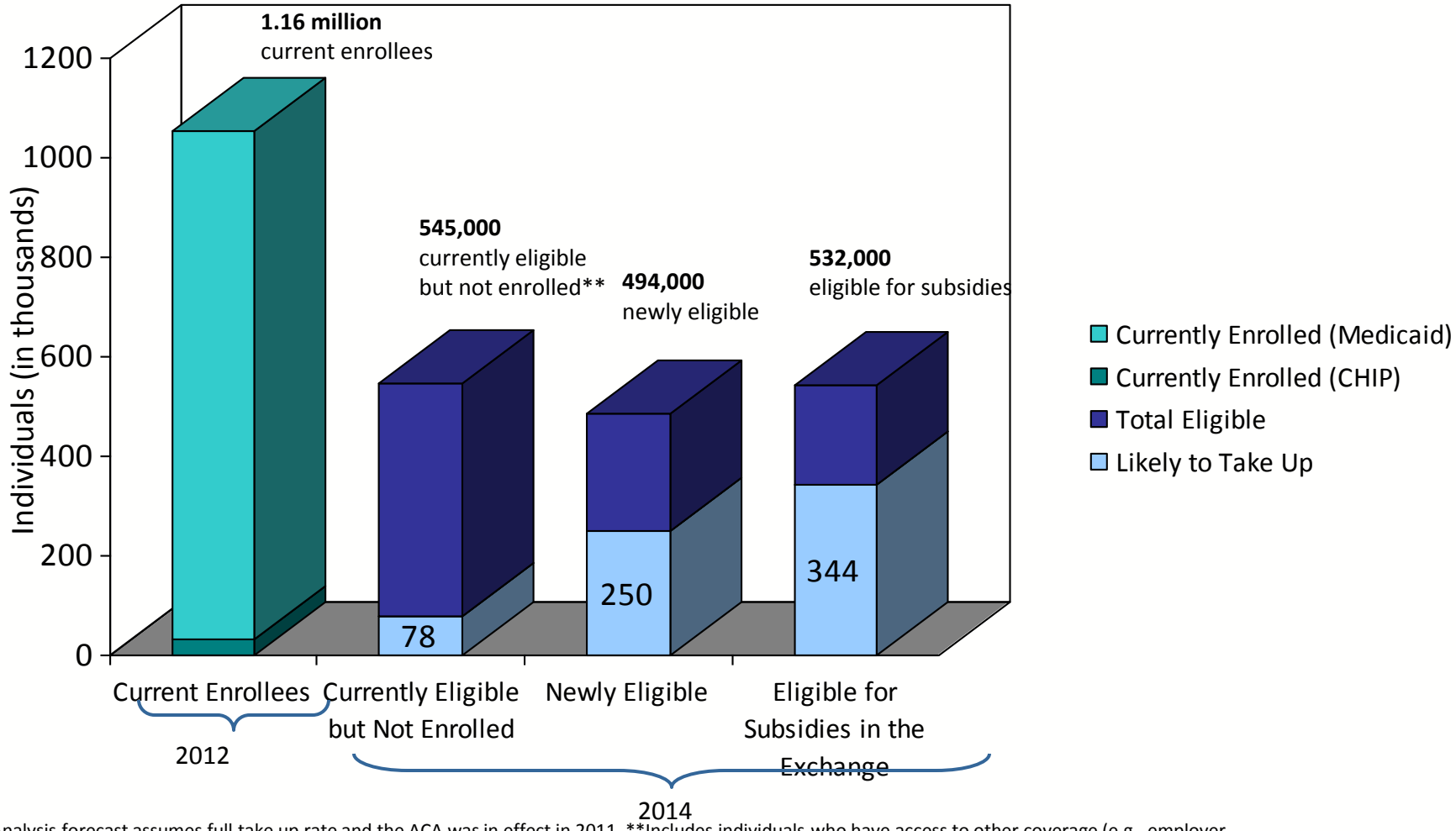


* Federal Basic Health Plan Option for individuals with incomes between 138% and 200% of the FPL will not be available in 2014.

The Exchange: One-Stop Shopping for Health Insurance



Post Implementation of the ACA: Subsidized Coverage Landscape in Washington



Note: Analysis forecast assumes full take up rate and the ACA was in effect in 2011. **Includes individuals who have access to other coverage (e.g., employer sponsored insurance). Sources: The ACA Medicaid Expansion in Washington, Health Policy Center, Urban Institute (May 2012); The ACA Basic Health Program in Washington State, Health Policy Center, Urban Institute (May 2012) ; Milliman Market Analysis; 'and Washington Health Care Authority for Medicaid/CHIP enrollment.

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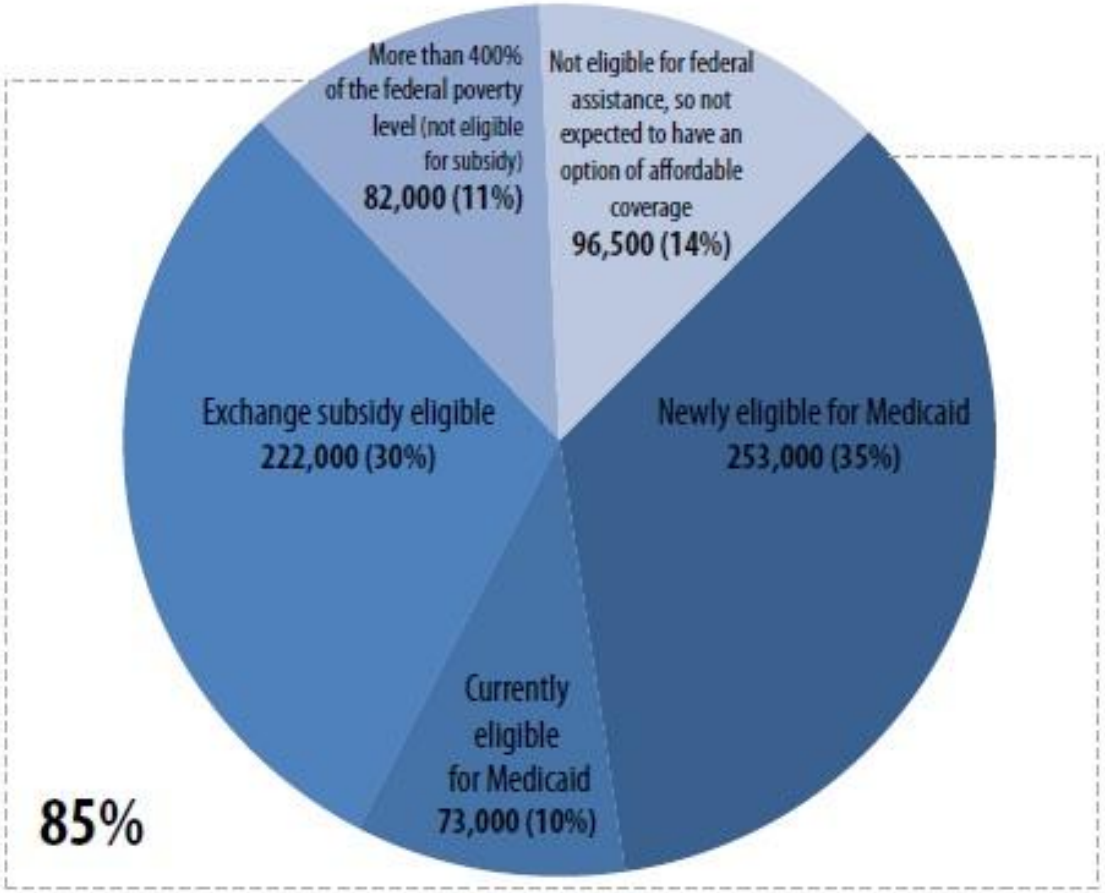
85% of Washington's uninsured adults will have access to affordable coverage under full implementation of the ACA

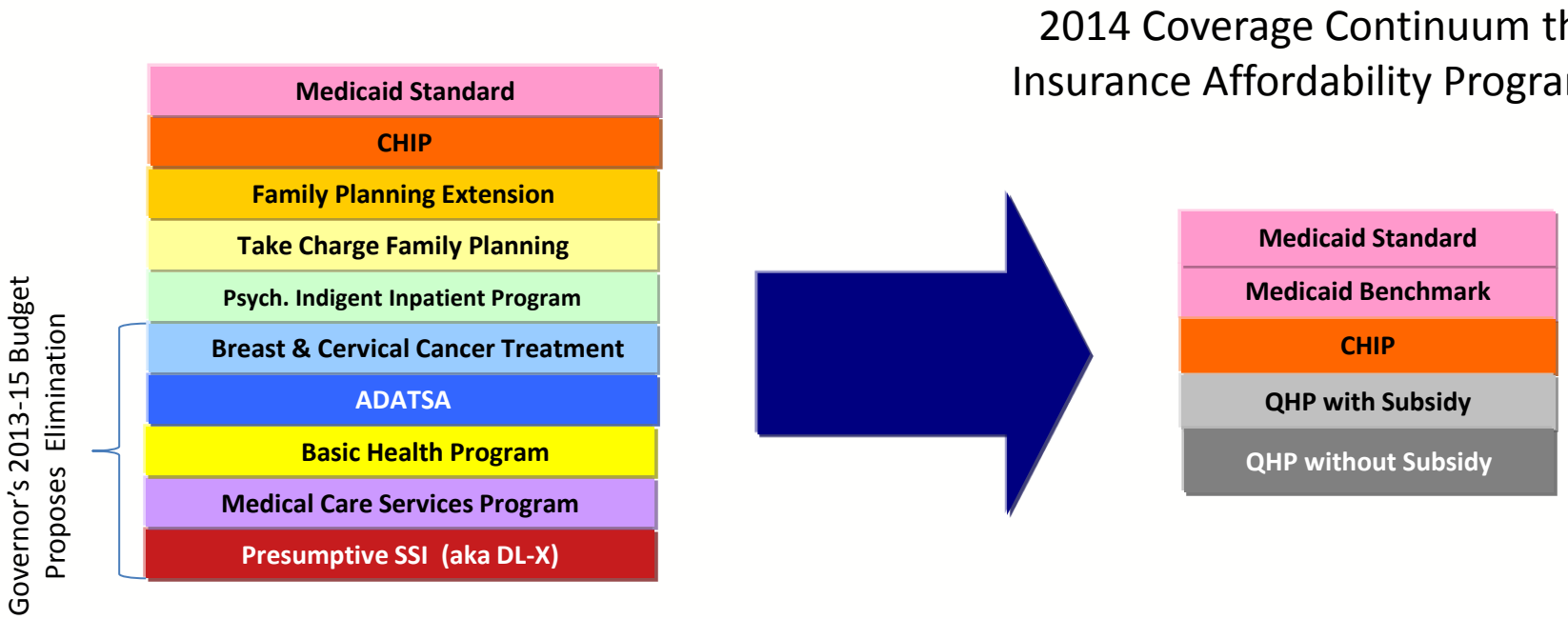


Source: Urban Institute Analysis of Augmented Washington database, 2012

Medicaid Expansion Goals

- Optimize opportunities to streamline administrative processes
- Leverage new federal financing opportunities to ensure the Medicaid expansion is sustainable
- Maximize use of technology to create consumer-friendly application/enrollment/renewal experience
- Maximize continuity of coverage & care as individuals move between subsidized coverage options
- Reform the Washington way --- comply with, or seek waiver from, specific ACA requirements related to coverage and eligibility, as needs are identified

ACA Opportunity to Streamline Programs



Streamlining considerations – numbers affected, access/continuity of coverage through IAP continuum, administrative complexity, transition timing

HealthPath Washington:

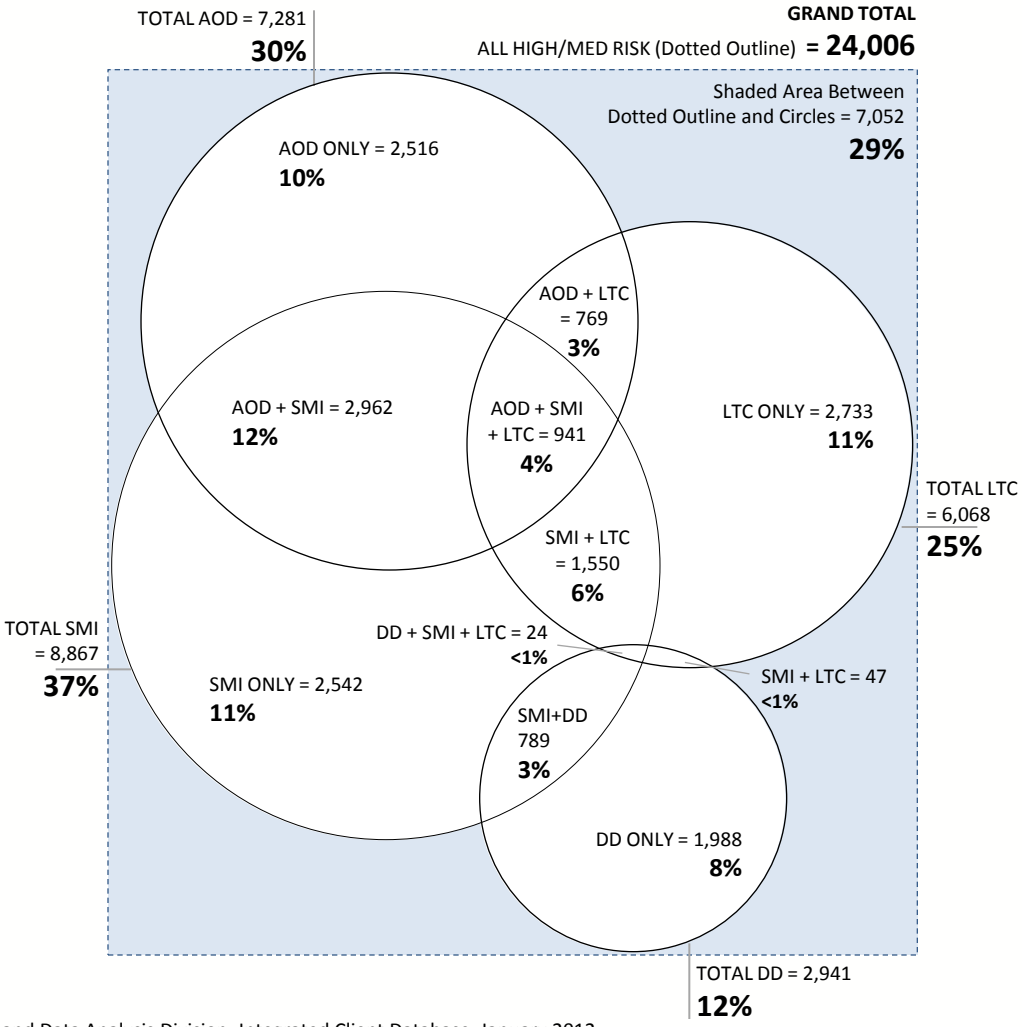
Our path toward health system transformation

The Challenge

- Medicaid delivery system silos
  - Managed Care, FFS
  - County-based behavioral health
  - Dual-eligibles
  - Long-term Care
- Fragmented service delivery and lack of overall accountability
- Service needs and risk factors overlap in high-risk populations
- Incentives and reimbursement structures are not aligned to achieve outcomes
- Existing design is not sustainable

Service need and risk factor overlaps among high medical need Medicaid Only Disabled clients

STATE FISCAL YEAR 2009



SOURCE: DSHS Research and Data Analysis Division, Integrated Client Database, January 2012.

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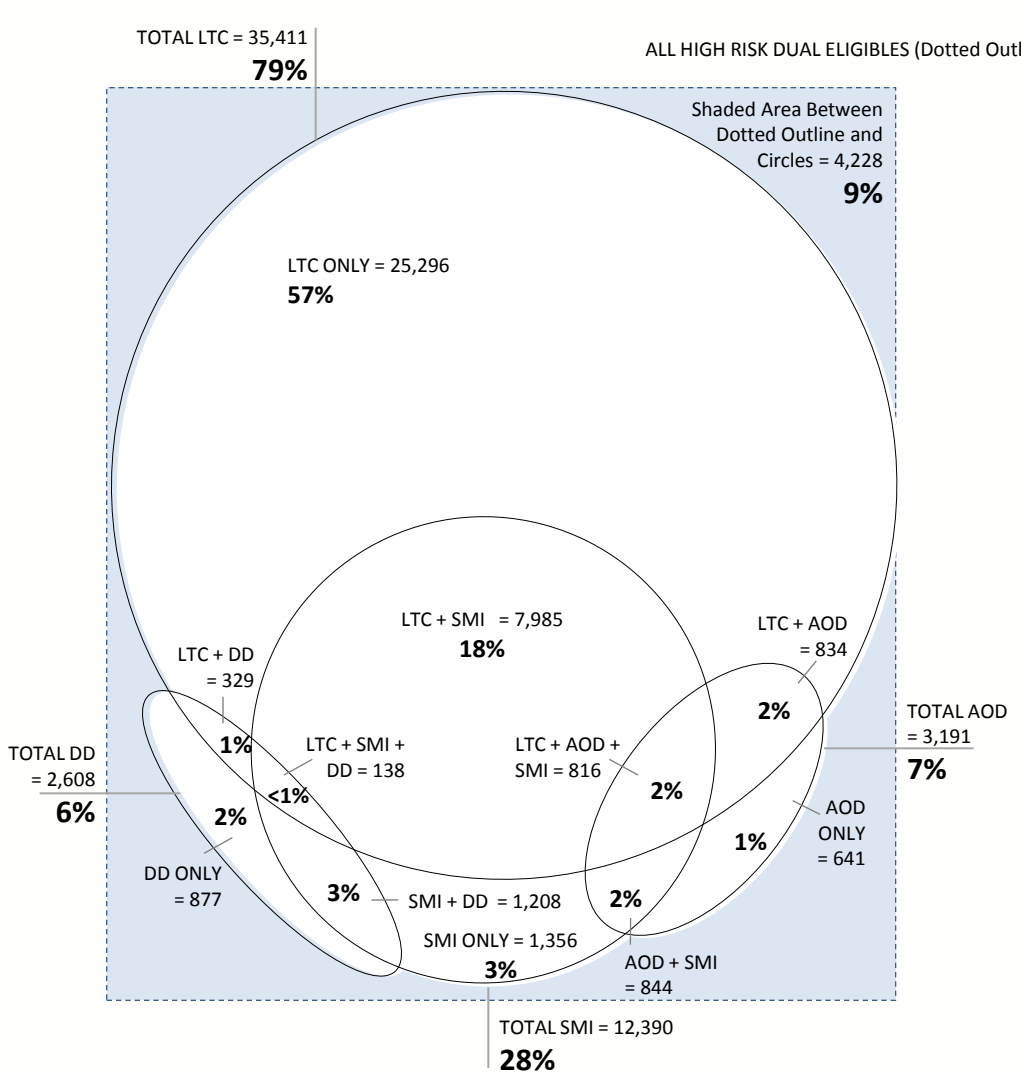
Service need and risk factor overlaps among high risk <u>DUAL ELIGIBLE</u> Aged or Disabled clients

STATE FISCAL YEAR 2009



SOURCE: DSHS Research and Data Analysis Division, Integrated Client Database, January 2012.

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Vision

- Organized systems of care with accountability for costs and outcomes
- Consumer-centric integration of medical, behavioral health and long-term care needs
- Preserve consumer choice and ensure access to qualified providers
- Reduce unnecessary utilization and duplication of services
- Align financial incentives for payers and providers
- Strike right balance between prescriptiveness and innovation

Strategy

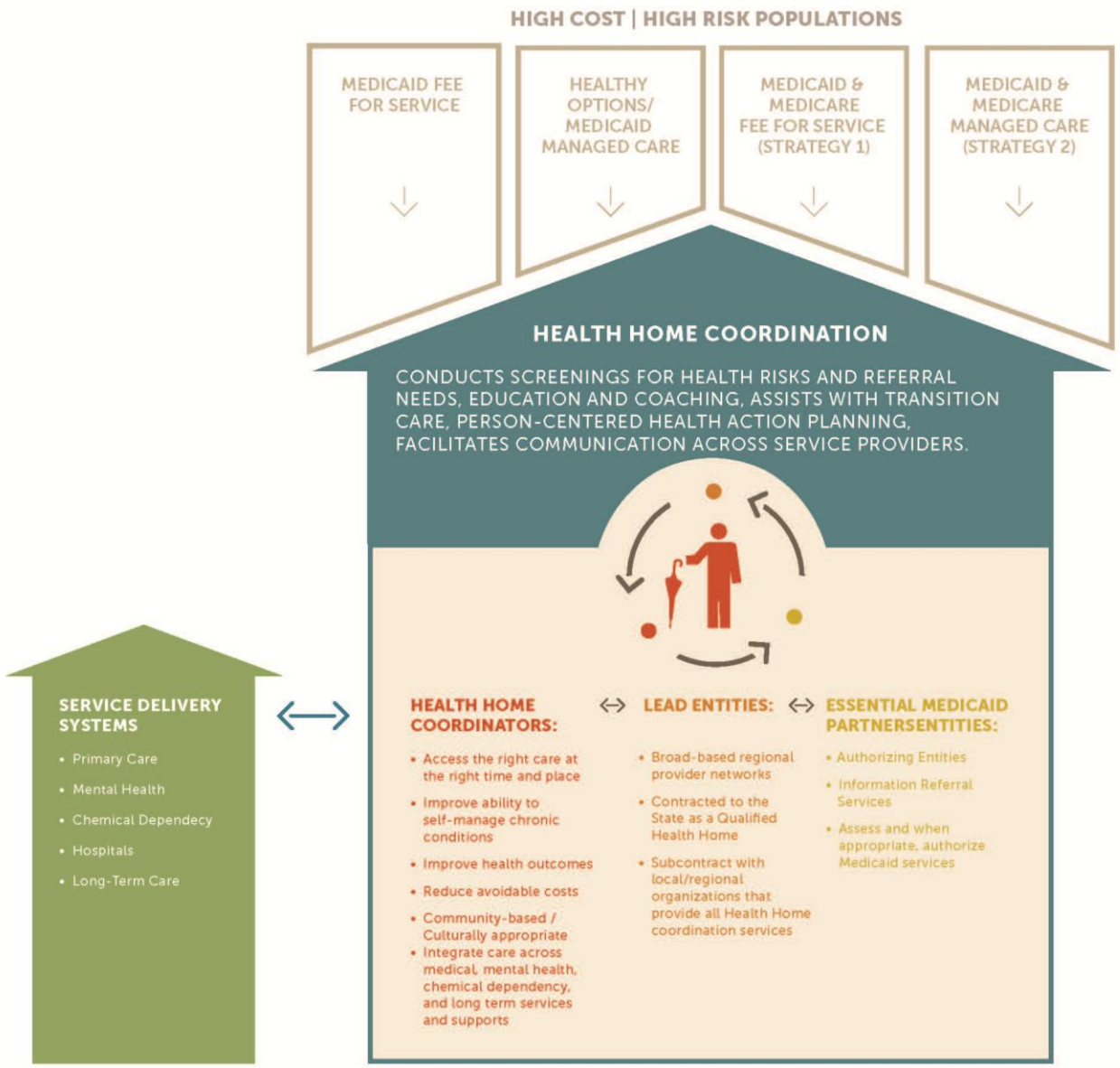
- Embed robust delivery of health home services to bridge across all systems of care
- A new set of discrete services targeted to high cost/high risk clients who need intensive care coordination
- Focus on personal heath action goals for beneficiaries

Desired Outcomes

- Improve the ability of Medicaid consumers to function in their home and community
- Slow the progression of disease and disability
- Access the right care, at the right time and right place
- Successfully transition from hospital to other care settings with necessary follow-up care
- Reduce avoidable utilization and unnecessary costs

A Health Home Provides Integrated Care For:

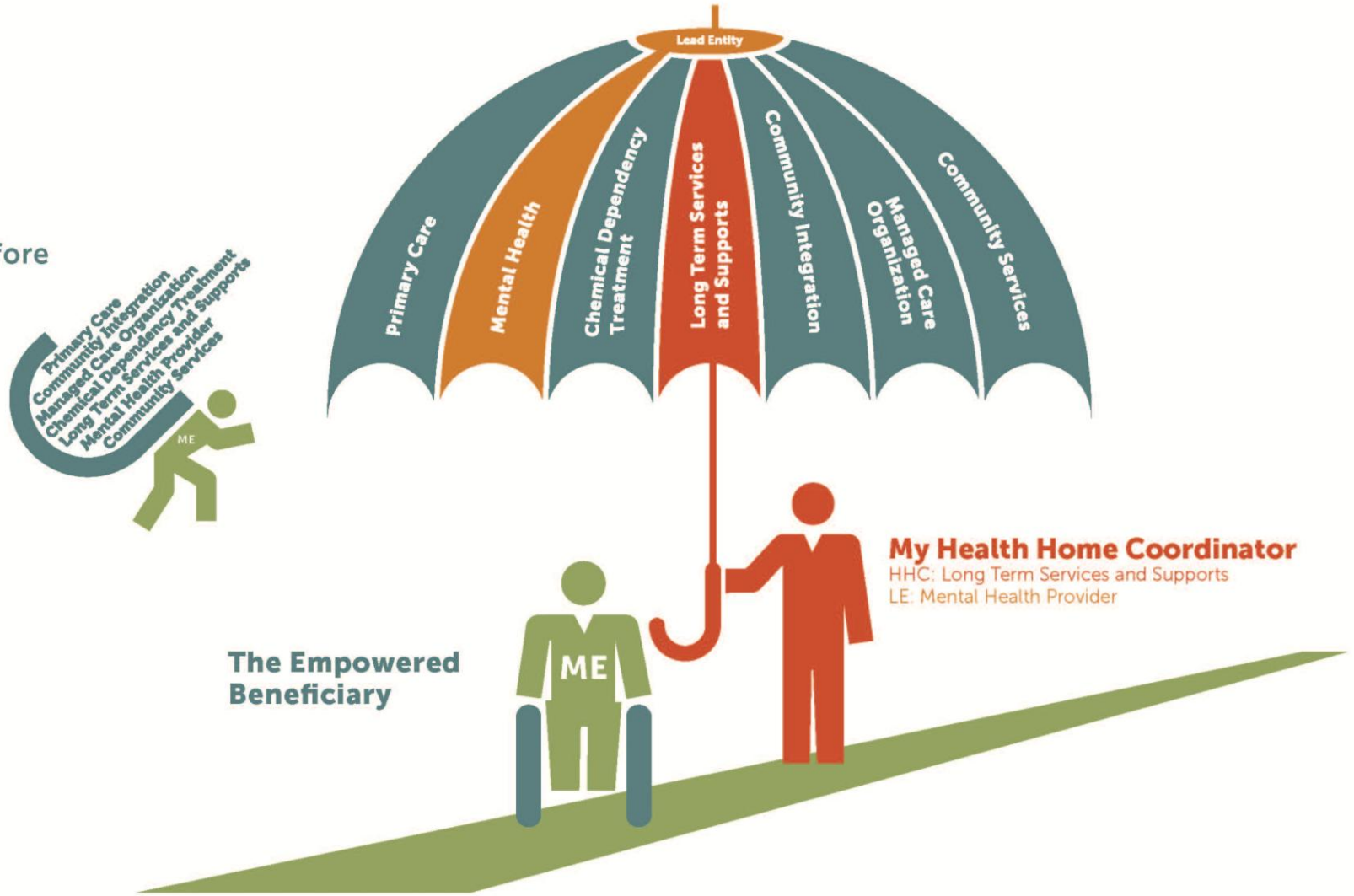
HealthPath Washington



After Health Home

My Health Home Coordinator
Lead Entity

HealthPath Washington



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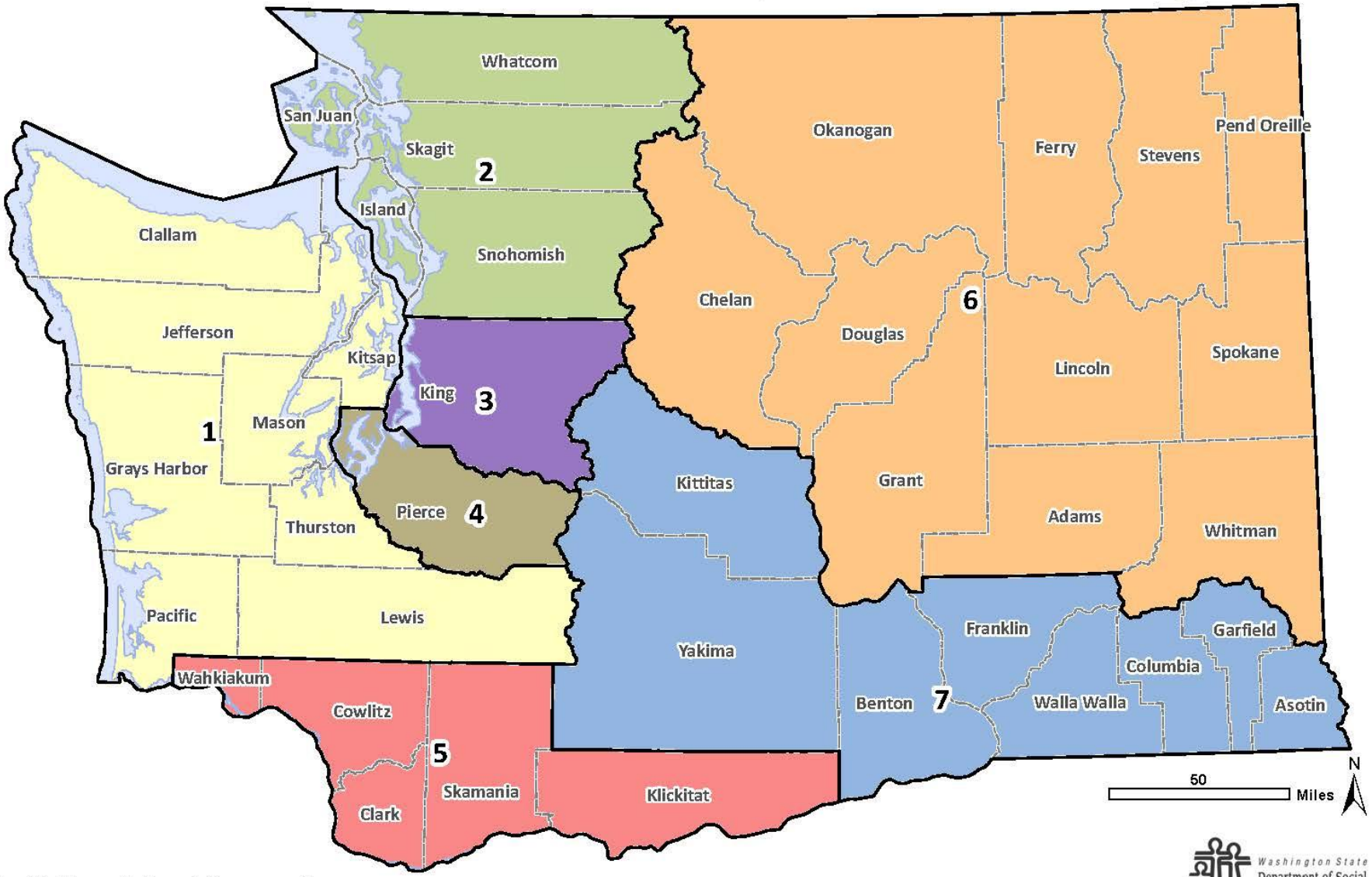
Coordination and Integration Create A Better Care Experience for the Beneficiary

Health Home Network Coverage Areas

Effective October 8, 2012

HealthPath Washington



Health Home Network Coverage Areas

1 2 3 4 5 6 7 County boundary

Washington State Department of Social & Health Services

RDA Research & Data Analysis Division

Sources: Health Home Network Coverage Areas: Health Care Authority, DSHS Aging and Disability Services Administration. Counties: 2010 TIGER/Line shapefile.

Map Created: October 11, 2012

Complementary Steps

- Joint Procurement
- Medicaid Expansion – The new coverage continuum
- Integrated Care Pilots
- Multi-payer Medical Home Pilot
- Bree Collaborative
- Evidence-based purchasing initiatives
- CMMI Grant

More Information

- Main HCA web-site: http://www.hca.wa.gov/
  - For information about the Medicaid expansion:
    http://www.hca.wa.gov/hcr/me
  - To contact us on the Medicaid expansion:
    medicaidexpansion2014@hca.wa.gov
- Webinars & presentations around the state
  - See upcoming schedule & past events at:
    http://www.hca.wa.gov/hcr/me/stakeholdering.html
- Listserv notification
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